MULTIMEDIA UNIVERSITY

FINAL EXAMINATION

TRIMESTER 3, 2018/2019

BED2084 – DEVELOPMENT ECONOMICS

27th MAY 2019 2.30 p.m. – 4.30 p.m. (2 Hours)

INSTRUCTIONS TO STUDENTS

- 1. This Question paper consists of TWO (2) pages with FOUR (4) Structured Questions
- 2. Attempt ALL questions. The distribution of the marks for each question is given.
- 3. Answer in the answer booklet provided.

ANSWER ALL QUESTIONS (100 MARKS)

QUESTION 1 (25 MARKS)

- A) Discuss the Lewis two-sector model of development which focuses on structural transformation. (10 marks)
- B) Identify the main differences between the linear stages and the international dependency models of development. (8 marks)
- C) Discuss the THREE (3) core values of development.

(7 marks)

QUESTION 2 (25 MARKS)

- A) Analyse the theory of demographic transition related to developing countries with diagram. (15 marks)
- B) i) Evaluate the two approaches in measuring poverty.

(6 marks)

ii) Identify the extent of absolute poverty and poverty incidence in the developing world. (4 marks)

QUESTION 3 (25 MARKS)

A) Analyse FOUR (4) benefits of promoting non-governmental organizations (NGOs) in developing countries as sources and conduits of foreign assistance.

(13 marks)

B) Justify THREE (3) rationale of planning for development in developing countries. (12 marks)

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QUESTION 4 (25 MARKS)

A) "Protection of domestic industries in the form of tariffs, quotas and other trade barriers in developing countries will not benefit economic development". Critically examine the statement and provide examples to support your answer.

(12 marks)

- B) Analyse the drawbacks of overvaluing the exchange rate as an import substitution policy. (7 marks)
- C) Identify the **THREE** (3) indicators that make up Human Development Index (HDI). (6 marks)

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